



STATE OF WASHINGTON

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

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(360) 664-1160 • TTY (360) 586-8203

Ref: UTC 4-1247

March 17, 2010

**Subject:**      **Scenic Shores Water Company**  
                  **Docket UW-100406**

**Data Request 2**  
**via email**

Dear Mr. Finnigan,

The Washington Utilities and Transportation Commission (Commission) has received the tariff filing for general rates. To help us understand your current situation, please answer the following questions.

1. What is the exact count of customers served in the homeowners' association?
2. The asset listing provided separately shows the cost of the water tower under construction as \$85,912.29. The balance sheet provided shows this cost as \$221,953.70. Please explain the difference.
3. The balance sheet shows Machinery and Equipment of \$251,955.64. Please provide detail on the equipment (item, month/year purchased, purchase price, life, accumulated depreciation.)
4. A note for \$400,000 due to Thurston First Bank appears on the balance sheet. What is this loan for? What is the rate and the length of repayment?
5. Also, please describe the loan fees related to the Thurston First Bank note.
6. The net loss shown in the equity balance on the balance sheet (for appears to be the current portion for 2009) is (\$79,180.86). The loss shown on the income statement is (\$101,649.26). Please reconcile the difference.
7. Please provide a 2008 balance sheet and income statement.
8. An expense of \$2,510.54 for building repair is on the income statement. Please describe what building was repaired.
9. Will the water tank being built serve all customers?
10. An expense of \$1120 for a web page appears on the income statement. Please provide the website address. Is this website for the water company or the community association?
11. A "pole barn" with a value of \$4,067.99 appears on the balance sheet for the Community Association. Is this used by the water company?
12. Meter or customer number S4AKB31 from the usage files that were provided appears to be the Community Association. Does the Community Association pay the water company for water used?
13. Two software expenses of \$5703.22 and \$1339 are shown on different areas of the income statement. Please describe what these purchases were.

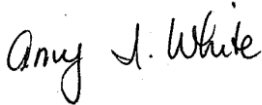


14. There is a charge of \$15,000 shown on the income statement for maintenance and repair. If this is a contract, please provide a copy of the contract.
15. Please provide invoices for the Property Insurance expense of \$9717 and Insurance-Other expense of \$4811.
16. An expense of \$31,050 is also shown for "contract services." Please provide copies of contracts for whatever these services are.
17. Travel expenses include costs for lodging, mileage, entertainment, and meals. Please describe the purpose of trips and travel.
18. Please provide invoices for utilities expenses for the pumps as shown on the income statement.

Staff understands through conversation with Mr. Finnigan that the company feels its general ledger (as requested in data request 1) contains much confidential information pertinent to private affairs of customers in its service area. I would like to visit the company and work around this, preferably on March 24, 2010, if that is possible for the company. I will be calling Mr. Gothro Friday morning after Mr. Finnigan has passed on this request.

Data request responses, discussions, and analysis must be completed before April 1, 2010, for staff to prepare materials for the agenda and avoid any delays in the effective date of this filing.. If you have any questions, please contact me at [awhite@wutc.wa.gov](mailto:awhite@wutc.wa.gov) or (360) 664-1247.

Sincerely,

A handwritten signature in black ink that reads "Amy J. White". The signature is written in a cursive, flowing style.

Amy White  
Regulatory Analyst, Water